

# FIS Capesize Intraday

info@freightinvestor.com | freightinvestorservices.com | (+44) 207 090 1120

## Capesize July 26 Morning Technical Comment – 240 Min



Support	Resistance	Current Price	Bull	Bear
S1	R1	29,250	Stochastic oversold	RSI below 50
S2	R2			
S3	R3			

Source Bloomberg

### Synopsis - Intraday

- Price is between the 8—21 period EMA's
- RSI is below 50 (35)
- Stochastic is oversold
- Price is on above the daily pivot level (28,841)
- Intraday Technical Outlook Previously: Caution on downside moves
- We noted yesterday that we were clearly too quick to discount the flag pattern last week, as the move lower resulted in the divergence failing while price is approaching the 100% projection at USD 27,812. The RSI was at 24 while price is approaching the daily 200-period MA at USD 27,540, we also note that price was in a congestion area that formed between Feb—March, implying caution on downside moves at those levels. Although cautious on lower moves, the RSI was below 30, indicating momentum weakness, warning upside moves had the potential to be countertrend.
- Light bid support yesterday has resulted in the futures trading higher, we are between the 8-21 period EMA's supported by the RSI below 50, intraday price and momentum are aligned to the buy side.
- A close on the 4-hour candle below 28,841 with the RSI at or below 26.5 would mean price and momentum are aligned to the sell side. Upside moves that failed at or below USD 37,001 would leave the futures vulnerable to further tests to the downside, above this level the technical will have a neutral bias.
- Intraday Technical Outlook: Caution on upside moves
- Bid support yesterday has resulted in the RSI breaking resistance; however, near-term fractal resistance is at USD 31,375. This means we have a negative reversal pattern in play, suggesting caution on upside moves while below USD 31,375, as support levels are vulnerable.

The information provided in this communication is not intended for retail clients. It is general in nature only and does not constitute advice or an offer to sell, or the solicitation of an offer to purchase any swap or other financial instruments, nor constitute any recommendation on our part. The information has been prepared without considering your investment objectives, financial situation, or knowledge and experience. This material is not a research report and is not intended as such. FIS is not responsible for any trading decisions taken based on this communication. Trading swaps and over-the-counter derivatives, exchange-traded derivatives, and options involve substantial risk and are not suitable for all investors. You are advised to perform an independent investigation to determine whether a transaction is suitable for you. No part of this material may be copied or duplicated in any form by any means or redistributed without our prior written consent. Freight Investor Services Ltd (FIS) is authorised and regulated by the Financial Conduct Authority (FRN: 211452) and is a member of the National Futures Association ("NFA"). Freight Investor Services PTE Ltd ('FIS PTE') is a private limited company, incorporated and registered in Singapore with company number 200603922G, and has subsidiary offices in India and Shanghai. Freight Investor Solutions DMCC ('FIS DMCC') is a private limited company, incorporated and registered in Dubai with company number DMCC1225. Further information about FIS including the location of its offices can be found on our website at [freightinvestorservices.com](http://freightinvestorservices.com)